

CITY OF WATHENA, KANSAS
REGULATORY BASIS FINANCIAL STATEMENTS
For the year ended December 31, 2019
And
INDEPENDENT AUDITOR'S REPORT

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Karlin & Long, LLC
Certified Public Accountants

CITY OF WATHENA, KANSAS

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Karlin & Long, LLC
Certified Public Accountants

The Honorable Mayor and City Council
206 St. Joseph St.
Wathena, KS 66090

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Wathena, Kansas ("Municipality") as of and for the year ended December 31, 2019, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the

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financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Wathena to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Wathena as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Wathena, Kansas ("Municipality") as of December 31, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances

(basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Karlin & Long, LLC

Karlin & Long, LLC
Certified Public Accountants

Lawrence, KS
May 31, 2020

CITY OF WATHENA, KANSAS
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General	\$ 316,931	0	\$ 592,578	\$ 425,436	\$ 484,073	\$ 2,695	\$ 486,768
Special Purpose Funds							
Special highway	12,200	0	36,127	0	48,327	22,124	70,451
Employee benefit	3,946	0	34,610	26,229	12,327		12,327
Special parks and recreation	9,080	0	7,609	1,063	15,626		15,626
Tort liability	26,383	0	54	0	26,437		26,437
Equipment reserve	74,846	0	30,454	0	105,300		105,300
Law enforcement	2,006	0	2,174	700	3,480		3,480
Municipal pool	87,163	0	180	0	87,343		87,343
Asset forfeiture	1	0	0	0	1		1
Capital Projects Funds							
Electrical project	351,935	0	72,330	65,325	358,940		358,940
Business Funds:							
Electric system	527,886	0	1,109,089	1,108,737	528,238	40,165	568,403
Water system	218,243	0	297,554	292,559	223,238	9,451	232,689
Sewer system	342,964	0	221,403	316,265	248,102	1	248,103
Sewer lagoon replacement	51,949	0	8,068	28,035	31,982		31,982
KDHE lagoon project	90,160	0	61,857	152,017	0		0
City Sales Tax Infrastructure	234,328	0	187,676	224,304	197,700		197,700
Total Reporting Entity	\$ 2,350,021	0	\$ 2,661,763	\$ 2,640,670	\$ 2,371,114	\$ 74,436	\$ 2,445,550
Composition of Cash							
					Checking Accounts		
					Savings Accounts		\$ 2,038,211
					Petty Cash		300
					Municipal Investment Pool		
					Certificates of Deposit		407,039
					Total Reporting Entity		\$ 2,445,550

The notes to the financial statements are an integral part of this statement.

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Wathena is a municipal corporation governed by an elected five member council. The City as an entity has been defined to include, on a combined basis, (a) the City of Wathena, Kansas (b) organizations for which the City of Wathena, Kansas is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the City of Wathena, Kansas are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City's only related municipality entity, the Wathena Public Housing Authority, is not included in these financial statements.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the City for the year 2019:

Governmental Funds

General Fund - The chief operating fund. Used to account for the resources except those required to be accounted for in another fund.

Special Purpose Funds - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long term debt) that are intended for specified purposes.

Business Funds – funds financed in whole or in part by fees charged to users for goods or services (i.e. enterprise and internal service fund etc.)

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

Reimbursed Expenses

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

1. Preparation of the budget for the succeeding calendar year on or before August 1st
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for the year under audit.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE 2 – Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the government. The statute requires banks eligible to hold the government's funds have a main or branch bank in the county in which the government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the government's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The government has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

State statutes place no limit on the amount the government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (Continued)

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. State statutes require the government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were not legally secured at December 31, 2019.

At December 31, 2019, the government's carrying amount of deposits was \$2,445,550 and the bank balance was \$2,493,859. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the government's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 – Defined Benefit Pension Plan

Plan Description – The City of Wathena, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Defined Benefit Pension Plan (continued)

Contributions – K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates depending on whether the employee is KPERS 1, KPERS2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to provisions Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on results of each annual actuarial valuation. Kansas sets a limitation on annual increases in the employer contributions rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City of Wathena, Kansas were \$33,127 for the year ended December 31, 2019.

Net Pension Liability

At December 31, 2019, the City of Wathena, Kansas' proportionate share of the collective net pension liability reported by KPERS was \$254,154 the net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined was an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The City of Wathena, Kansas' proportion of the net pension liability was based on the ratio of the City of Wathena, Kansas' contributions to KPERS, relative to the total employer and non-employer contributions to the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actual valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website www.KPERS.org or can be obtained as described above.

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Risk Management

The City is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 5 – Compliance with Kansas Statutes

We noted no violations of Kansas Statutes for the period under audit

NOTE 6 – Compensated Absences

It is the City's policy to pay employees' accrued vacation pay upon termination of employment, subject to the maximum hours of accumulation authorization in the following schedule:

		Years of Continuous Employment			
		0-5	5-10	10-15	>15
Full-Time employees					
Maximum Hours Accumulation		80	120	160	200

NOTE 7 – Interfund Transactions

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Sewer	Sewer Lagoon Fund	12-825d	\$ 61,787
Sewer	Sewer Lagoon Replacement Fund	12-825d	7,980
Sewer	Equipment Reserve Fund	12-825d	10,000
Electrical Fund	General Fund	12-825d	85,000
Electrical Fund	Equipment Reserve Fund	12-8,117	20,000
Water Fund	Special Parks and Recreation Fund	12-8,117	5,000

CITY OF WATHENA, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 8 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

NOTE 9 – Commitments and Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursements of funds received under these programs generally require compliance with the terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have material effect on the financial statements of the City as of December 31, 2019.

NOTE 10 – Subsequent Events Review

Subsequent events for management's review have been evaluated through May 31, 2020. The date in the prior sentence is the date the financial statements were available to be issued.

CITY OF WATHENA, KANSAS
Statement of Changes in Long-Term Debt
For the Year Ended December 31, 2019

Note 12 - Long Term Debt

Changes in long-term liabilities for the City for the year ended December 31, 2019 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
None			\$		\$	\$	\$	\$	\$	
Revenue Bonds 2012 Issue	0.75-4.00%	5/1/12	925,000	5/1/33	750,000		40,000	(40,000)	710,000	25,325
KDHE Loan C20 1661-01	2.42%	3/1/07	811,065	3/1/23	250,023		250,023	(250,023)	0	5,718
Total Long Term Debt					\$ 1,000,023	\$ 0	\$ 290,023	\$ (290,023)	\$ 710,000	\$ 31,043

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	2020	2021	2022	2023	2024	2025-2029	2030-2033	Totals
Principal								
General Obligation Bonds	\$	\$	\$	\$	\$	\$	\$	\$ 0
Special Assessment Bonds								0
Certificates of Participation								0
Capital Leases								0
Revenue Bonds	40,000	40,000	40,000	45,000	45,000	255,000	245,000	710,000
KDHE Loan								0
Temporary Notes								0
Total Principal	40,000	40,000	40,000	45,000	45,000	255,000	245,000	710,000
Interest								
General Obligation Bonds								0
Special Assessment Bonds								0
Certificates of Participation								0
Capital Leases								0
Revenue Bonds	24,475	23,524	22,475	21,251	19,787	73,424	20,300	205,236
KDHE Loan								0
Temporary Notes								0
Total Interest	24,475	23,524	22,475	21,251	19,787	73,424	20,300	205,236
Total Principal and Interest	\$ 64,475	\$ 63,524	\$ 62,475	\$ 66,251	\$ 64,787	\$ 328,424	\$ 265,300	\$ 915,236

City of Wathena, Kansas

Regulatory-Required

Supplementary Information

For the year ended December 31, 2019

CITY OF WATHENA, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
<u>General Funds</u>						
General	\$ 689,800	\$ 0	\$ 0	\$ 689,800	\$ 425,436	\$ (264,364)
<u>Special Purpose Funds</u>						
Special highway	35,500	0	0	35,500	0	(35,500)
Employee benefit	35,000	0	0	35,000	26,229	(8,771)
Special parks and recreation	10,000	0	0	10,000	1,063	(8,937)
Tort liability	0	0	0	0	0	0
Equipment reserve	40,000	0	0	40,000	0	(40,000)
Law enforcement	2,000	0	0	2,000	700	(1,300)
Municipal pool	87,116	0	0	87,116	0	(87,116)
Asset forfeiture	5,000	0	0	5,000	0	(5,000)
<u>Capital Projects Funds</u>						
Electrical project	67,000	0	0	67,000	65,325	(1,675)
<u>Business Funds:</u>						
Electric system	1,267,900	0	0	1,267,900	1,108,737	(159,163)
Water system	380,700	0	0	380,700	292,559	(88,141)
Sewer system	373,300	0	0	373,300	316,265	(57,035)
Sewer lagoon replacement	40,000	0	0	40,000	28,035	(11,965)
KDHE lagoon project	152,017	0	0	152,017	152,017	0
City Sales Tax Infrastructure	300,000	0	0	300,000	224,304	(75,696)

CITY OF WATHENA, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenues			
Ad valorem property tax	\$ 185,183	\$ 170,763	\$ 14,420
Delinquent tax	238		238
Motor vehicle tax	18,433	23,702	(5,269)
RV tax	358	310	48
16/20 vehicle tax		680	(680)
Commercial vehicle tax	2,280	1,845	435
Watercraft tax		184	(184)
Total taxes	206,492	197,484	9,008
Intangible tax	5,560	5,519	41
Licenses and permits	566	3,650	(3,084)
Utility franchise fees	65,050	70,000	(4,950)
Intergovernmental revenues	90,889	85,000	5,889
Local alcohol tax	1,687	2,456	(769)
Fines and fees	115,164	75,000	40,164
Miscellaneous revenues	21,266	23,000	(1,734)
Interest income	904	300	604
Operating transfers	85,000	85,000	0
Total Cash Receipts	592,578	547,409	45,169
EXPENDITURES			
General government			
Personnel services	54,599	66,000	(11,401)
Contractual	52,779	72,400	(19,621)
Commodities	28,081	46,750	(18,669)
Public safety	157,127	212,500	(55,373)
Highway and streets	132,850	112,500	20,350
Capital outlay		179,650	(179,650)
Neighborhood revitalization rebates			0
Operating transfers			0
Adjustment for qualifying budget credits			0
Total Expenditures	425,436	\$ 689,800	\$ (264,364)
Receipts Over (Under) Expenditures	167,142		
Unencumbered Cash, Beginning	316,931		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 484,073		

CITY OF WATHENA, KANSAS
SPECIAL HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
CASH RECEIPTS			
Intergovernmental revenues	\$ 36,016	\$ 35,600	\$ 416
Interest income	<u>111</u>		<u>111</u>
Total Cash Receipts	<u>36,127</u>	<u>35,600</u>	<u>527</u>
EXPENDITURES			
Capital outlay		35,500	(35,500)
Operating transfers			0
Adjustment for qualifying budget credits			<u>0</u>
Total Expenditures	<u>0</u>	<u>\$ 35,500</u>	<u>\$ (35,500)</u>
Receipts Over (Under) Expenditures	36,127		
Unencumbered Cash, Beginning	12,200		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 48,327</u>		

CITY OF WATHENA, KANSAS
EMPLOYEE BENEFIT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenues			
Ad valorem property tax	\$ 30,713	\$ 28,158	\$ 2,555
Delinquent tax	41		41
Motor vehicle tax	3,344	4,305	(961)
RV tax	65	56	9
16/20 vehicle tax		123	(123)
Commercial vehicle tax	414	335	79
Watercraft tax		33	(33)
Total taxes	<u>34,577</u>	<u>33,010</u>	<u>1,567</u>
Interest income	33		33
Operating transfers			<u>0</u>
Total Cash Receipts	<u>34,610</u>	<u>33,010</u>	<u>1,600</u>
EXPENDITURES			
Payroll taxes	4,177	6,000	(1,823)
Retirement	4,221	6,000	(1,779)
Workers' compensation insurance		1,000	(1,000)
Health insurance	17,451	22,000	(4,549)
Unemployment	380		380
Neighborhood revitalization rebates			<u>0</u>
Total Expenditures	<u>26,229</u>	<u>\$ 35,000</u>	<u>\$ (8,771)</u>
Receipts Over (Under) Expenditures	8,381		
Unencumbered Cash, Beginning	3,946		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 12,327</u>		

CITY OF WATHENA, KANSAS
SPECIAL PARKS & RECREATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Intergovernmental	\$ 1,687	\$ 2,456	\$ (769)
Contributions	900		900
Interest income	22		22
Operating transfers	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Total Cash Receipts	<u>7,609</u>	<u>7,456</u>	<u>153</u>
EXPENDITURES			
Capital outlay	<u>1,063</u>	<u>10,000</u>	<u>(8,937)</u>
Total Expenditures	<u>1,063</u>	\$ <u>10,000</u>	\$ <u>(8,937)</u>
Receipts Over (Under) Expenditures	6,546		
Unencumbered Cash, Beginning	9,080		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>15,626</u>		

CITY OF WATHENA, KANSAS
TORT LIABILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Interest income	\$ 54	\$ 50	\$ 4
Total Cash Receipts	<u>54</u>	<u>50</u>	<u>4</u>
EXPENDITURES			
Contingency	<u> </u>	<u> </u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	54		
Unencumbered Cash, Beginning	26,383		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 26,437</u>		

CITY OF WATHENA, KANSAS
EQUIPMENT RESERVE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Interest income	\$ 454	\$ 350	\$ 104
Operating transfers	<u>30,000</u>	<u>30,000</u>	<u>0</u>
Total Cash Receipts	<u>30,454</u>	<u>30,350</u>	<u>104</u>
EXPENDITURES			
Capital outlay	<u> </u>	<u>40,000</u>	<u>(40,000)</u>
Total Expenditures	<u>0</u>	<u>\$ 40,000</u>	<u>\$ (40,000)</u>
Receipts Over (Under) Expenditures	30,454		
Unencumbered Cash, Beginning	74,846		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 105,300</u>		

CITY OF WATHENA, KANSAS
 LAW ENFORCEMENT FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Intergovernmental	\$ <u>2,174</u>	\$ <u>2,000</u>	\$ <u>174</u>
Total Cash Receipts	<u>2,174</u>	<u>2,000</u>	<u>174</u>
EXPENDITURES			
Capital outlay	<u>700</u>	<u>2,000</u>	<u>(1,300)</u>
Total Expenditures	<u>700</u>	\$ <u><u>2,000</u></u>	\$ <u><u>(1,300)</u></u>
Receipts Over (Under) Expenditures	1,474		
Unencumbered Cash, Beginning	2,006		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>3,480</u></u>		

CITY OF WATHENA, KANSAS
MUNICIPAL POOL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Sales taxes	\$	\$	\$ 0
Interest income	<u>180</u>	<u></u>	<u>180</u>
Total Cash Receipts	<u>180</u>	<u>0</u>	<u>180</u>
EXPENDITURES			
Capital outlay		87,116	(87,116)
Contractual	<u></u>	<u></u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>\$ 87,116</u>	<u>\$ (87,116)</u>
Receipts Over (Under) Expenditures	180		
Unencumbered Cash, Beginning	87,163		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 87,343</u>		

CITY OF WATHENA, KANSAS
 ASSET FORFEITURE FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Asset forfeiture	\$ <u> </u>	\$ <u> 5,000 </u>	\$ <u> (5,000) </u>
Total Cash Receipts	<u> 0 </u>	<u> 5,000 </u>	<u> (5,000) </u>
EXPENDITURES			
Capital outlay	<u> </u>	<u> 5,000 </u>	<u> (5,000) </u>
Total Expenditures	<u> 0 </u>	\$ <u> 5,000 </u>	\$ <u> (5,000) </u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	1		
Prior Year Cancelled Encumbrances	<u> 0 </u>		
Unencumbered Cash, Ending	\$ <u> 1 </u>		

CITY OF WATHENA, KANSAS
ELECTRICAL PROJECT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Intergovernmental	\$	\$	\$ 0
Special assessment	71,614	72,000	(386)
Interest income	716	500	216
Operating transfers	<u> </u>	<u> </u>	<u>0</u>
Total Cash Receipts	<u>72,330</u>	<u>72,500</u>	<u>(170)</u>
EXPENDITURES			
Contractual			0
Capital outlay			0
Commissions			0
Debt service	<u>65,325</u>	<u>67,000</u>	<u>(1,675)</u>
Total Expenditures	<u>65,325</u>	<u>\$ 67,000</u>	<u>\$ (1,675)</u>
Receipts Over (Under) Expenditures	7,005		
Unencumbered Cash, Beginning	351,935		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 358,940</u>		

CITY OF WATHENA, KANSAS
ELECTRIC SYSTEM FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Sales to consumers	\$ 1,090,963	\$ 1,168,300	\$ (77,337)
Interest income	1,787	1,500	287
Miscellaneous revenues	<u>16,339</u>	<u>1,000</u>	<u>15,339</u>
Total Cash Receipts	<u>1,109,089</u>	<u>1,170,800</u>	<u>(61,711)</u>
EXPENDITURES			
Personnel services	153,846	152,000	1,846
Contractual	23,134	31,400	(8,266)
Commodities	809,038	937,500	(128,462)
Capital outlay	17,719	42,000	(24,281)
Miscellaneous			0
Operating transfers	<u>105,000</u>	<u>105,000</u>	<u>0</u>
Total Expenditures	<u>1,108,737</u>	<u>\$ 1,267,900</u>	<u>\$ (159,163)</u>
Receipts Over (Under) Expenditures	352		
Unencumbered Cash, Beginning	527,886		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 528,238</u>		

CITY OF WATHENA, KANSAS
WATER SYSTEM FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Sales to consumers	\$ 290,990	\$ 329,200	\$ (38,210)
Interest income	1,266	500	766
Miscellaneous revenues	<u>5,298</u>	<u>1,500</u>	<u>3,798</u>
Total Cash Receipts	<u>297,554</u>	<u>331,200</u>	<u>(33,646)</u>
EXPENDITURES			
Personnel services	73,543	69,500	4,043
Contractual	12,883	31,100	(18,217)
Commodities	180,643	215,100	(34,457)
Capital outlay	20,490	60,000	(39,510)
Operating transfers	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Total Expenditures	<u>292,559</u>	<u>\$ 380,700</u>	<u>\$ (88,141)</u>
Receipts Over (Under) Expenditures	4,995		
Unencumbered Cash, Beginning	218,243		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 223,238</u>		

CITY OF WATHENA, KANSAS
SEWER SYSTEM FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Sales to consumers	\$ 220,624	\$ 233,500	\$ (12,876)
Interest income	<u>779</u>	<u>600</u>	<u>179</u>
Total Cash Receipts	<u>221,403</u>	<u>234,100</u>	<u>(12,697)</u>
EXPENDITURES			
Personnel services	73,540	69,500	4,040
Contractual	19,183	131,300	(112,117)
Commodities	28,879	42,500	(13,621)
Capital Outlay	10,580	50,000	(39,420)
Debt Service	104,316	0	104,316
Operating transfers	<u>79,767</u>	<u>80,000</u>	<u>(233)</u>
Total Expenditures	<u>316,265</u>	<u>\$ 373,300</u>	<u>\$ (57,035)</u>
Receipts Over (Under) Expenditures	(94,862)		
Unencumbered Cash, Beginning	342,964		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 248,102</u>		

CITY OF WATHENA, KANSAS
 SEWER LAGOON REPLACEMENT FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Operating transfers	\$ 7,980	\$ 8,000	\$ (20)
Interest income	<u>88</u>		<u>88</u>
Total Cash Receipts	<u>8,068</u>	<u>8,000</u>	<u>68</u>
EXPENDITURES			
Capital outlay	<u>28,035</u>	<u>40,000</u>	<u>(11,965)</u>
Total Expenditures	<u>28,035</u>	\$ <u>40,000</u>	\$ <u>(11,965)</u>
Receipts Over (Under) Expenditures	(19,967)		
Unencumbered Cash, Beginning	51,949		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>31,982</u>		

CITY OF WATHENA, KANSAS
 KDHE LAGOON PROJECT FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Operating transfers	\$ 61,787	\$ 62,000	\$ (213)
Interest income	<u>70</u>	<u>100</u>	<u>(30)</u>
Total Cash Receipts	<u>61,857</u>	<u>62,100</u>	<u>(243)</u>
EXPENDITURES			
Debt service	<u>152,017</u>	<u>152,017</u>	<u>0</u>
Total Expenditures	<u>152,017</u>	<u>\$ 152,017</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(90,160)		
Unencumbered Cash, Beginning	90,160		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>		

CITY OF WATHENA, KANSAS
CITY SALES TAX INFRASTRUCTURE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
City Sales Tax	\$ 187,172	\$ 160,000	\$ 27,172
Interest income	<u>504</u>		<u>504</u>
Total Cash Receipts	<u>187,676</u>	<u>160,000</u>	<u>27,676</u>
EXPENDITURES			
Capital Outlay	<u>224,304</u>	<u>300,000</u>	<u>(75,696)</u>
Total Expenditures	<u>224,304</u>	<u>\$ 300,000</u>	<u>\$ (75,696)</u>
Receipts Over (Under) Expenditures	(36,628)		
Unencumbered Cash, Beginning	234,328		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 197,700</u>		